COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THELMA WASTE CONTROL,)
INC. TO UPGRADE ITS EXISTING SYSTEM,) CASE NO. 92-100
TO FINANCE, AND TO ADJUST ITS RATES)

ORDER

On March 13, 1992, Thelma Waste Control, Inc. ("Thelma Waste") submitted an application seeking a Certificate of Public Convenience and Necessity to upgrade and construct two package sewage treatment plants, authorization to issue certain evidences of indebtedness, and approval of initial rates. Because of deficiencies in its application, the application is not considered filed.

On April 28, 1992, Commission Staff submitted a Utility Inspection Report to the Commission which alleged that the proposed construction is complete. A copy of this report is appended.

KRS 278.020(1) requires that no construction of any utility plant be commenced <u>prior</u> to the issuance of a Certificate of Public Convenience and Necessity. The Commission has historically refused to issue a Certificate of Public Convenience and Necessity for completed construction projects. Applications for such cases have been considered moot. In light of the Commission Staff Report, the Commission finds that Thelma Waste should be given 20 days to respond to the allegations contained therein. We further

find that, should these allegations remain undisputed, Thelma Waste's application for a certificate should be dismissed.

In reviewing the remainder of Thelma Waste's application, we find several deficiencies. These are: (1) failure to state the holder of all outstanding notes and the amount of interest paid on these notes in Thelma Waste's last fiscal year; (2) failure to provide a detailed depreciation schedule of all treatment plant; and (3) failure to provide amortization schedules of present and proposed indebtedness. The Commission finds that Thelma Waste should cure these deficiencies or face dismissal of the remaining portions of its application.

IT IS THEREFORE ORDERED that:

- The Utility Reinspection Report dated April 28, 1992, appended hereto, is made a part of the record of this proceeding.
- 2. Thelma Waste shall have 20 days from the date of this Order to respond to the allegations contained in the Utility Reinspection Report. If, at the end of this period, these allegations are undisputed, Thelma Waste's application for a Certificate of Public Convenience and Necessity shall be dismissed as moot.
- 3. Thelma Waste shall have 20 days to correct the remaining deficiencies in its application for approval of initial rates and authorization to issue evidence of indebtedness. Failure to cure these deficiencies shall be considered as grounds for dismissal of the remaining portions of its application.

Done at Frankfort, Kentucky, this 22nd day of June, 1992.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-100 DATED June 22, 1992.

Commonwealth of Kentucky Public Service Commission

UTILITY REINSPECTION REPORT

Thelma Waste Control, Inc.
Thelma, Kentucky

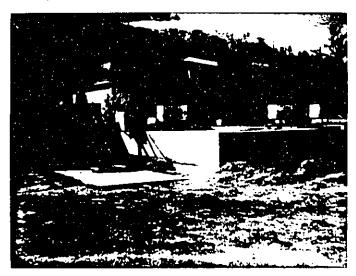
On April 23, 1992, a reinspection of Thelma Waste Control, Inc. ("Thelma") was conducted. It was found that Thelma had replaced the old existing plants serving the Thelma All-Electric Subdivision and the Jim Hughes Estate Subdivision with new plants. The new plant serving the 39 customers of the Thelma All-Electric Subdivision is a 20,000-gallon per day unit and the new plant serving the 9 customers of the Jim Hughes Estate Subdivision is a 7,500-gallon per day unit. Attached are pictures of both of the above plants.

In addition, no deficiencies were noted during the reinspection.

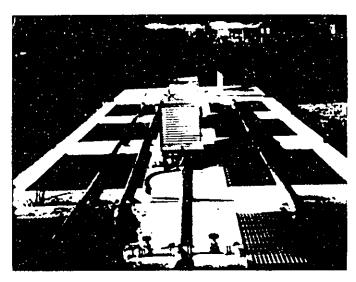
Submitted, April 28, 1992

Utility Investigator

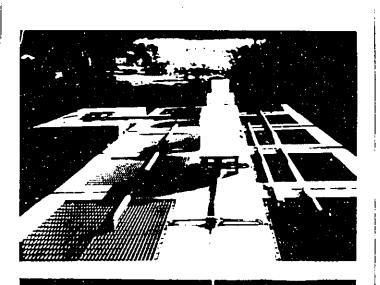
CGR:LNU:aem



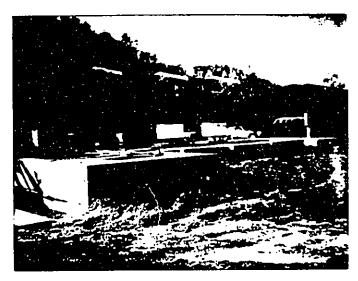
4/23/92 Thelma Waste Control, Inc. Thelma All-Electric Subdivision



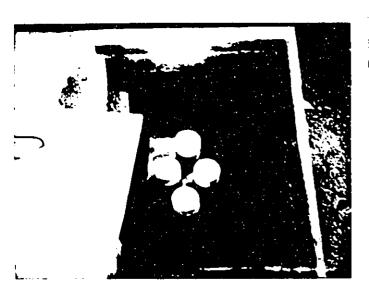
4/23/92 Thelma Waste Control, Inc. Thelma All-Electric Subdivision



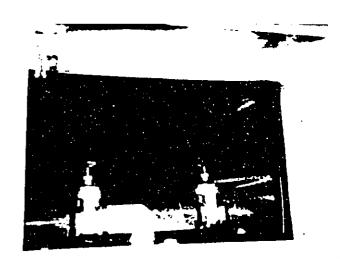
4/23/92 Thelma Waste Control, Inc. Thelma All-Electric Subdivision



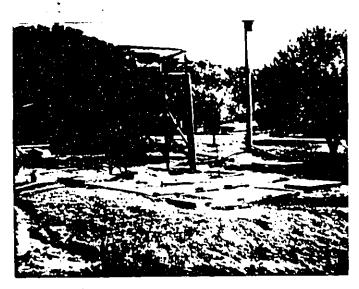
4/23/92 Thelma Waste Control, Inc. Thelma All-Electric Subdivision



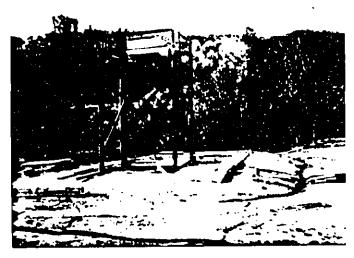
4/23/92 Thelma Waste Control, Inc. Thelma All-Electric Subdivision



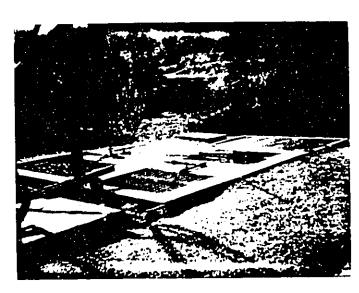
4/23/92 Thelma Waste Control, Inc. Thelma All-Electric Subdivision



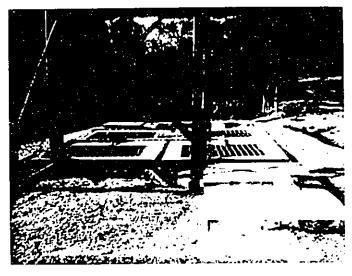
4/23/92 THELMA WASTE CONTROL, INC. HUGHES ESTATES SUBDIVISION



4/23/92 Thelma Waste Control, Inc. Hughes Estates Subdivision



4/23/92 Thelma Waste Control, Inc. Hughes Estates Subdivision



4/23/92 Thelma Waste Control, Inc. Hughes Estates Subdivision